

Attachment 1  
Hovnanian Enterprises, Inc.  
Stipulated Penalty Table  
Based on National Compliance Summary Report for 2012

Applicable Stipulated Penalty Provision from Consent Decree	Reported Violations	Stipulated Penalty Amount from Consent Decree					Calculated Stipulated Penalty Amount
1. Discharge of pollutants from a Site to a water of the U.S. prior to obtaining coverage. Para. 29.a.	0	\$2,500 per day of such discharges.					\$0
2. Failure to perform (including completion of all Responsive Actions), or, if performed, a material failure to document, a Pre-Construction Inspection and Review as required by Paragraph 13 (Pre-Construction Inspection and Review). Para. 29.b.	3	\$2,500 per site					\$7,500
3. Failure to perform, or, if performed, a material failure to document, a Site Inspection as required by Paragraph 14 (Inspections). Para. 29.c.	159 missed, 15,373 carried out 1% missed	Percentage of Inspections Missed/Undocumented Per National Reporting Period	1 & 2 QRP	3 & 4 QRP	5 <sup>th</sup> - 8 <sup>th</sup> QRP	9 <sup>th</sup> - 12 <sup>th</sup> QRP	\$0
		0.01 to 5%	0	0	0	0	
		5.01 to 8%	\$1,000	\$2,500	\$10,000	\$15,000	
		8.01 to 12%	\$2,000	\$6,750	\$25,000	\$30,000	
		12.01 to 20%	\$4,000	\$12,500	\$50,000	\$100,000	
		20.01 to 25%	\$8,000	\$25,000	\$100,000	\$200,000	
		>25%	\$16,000	\$62,500	\$250,000	\$500,000	

4. Failure to perform or, if performed, a material failure to document a Quarterly Compliance Inspection or Review as required by Paragraph 16 (Site Storm Water Compliance Review and Oversight). Para. 29.d.	0 QCI of 1,200 2 QCR of 1,200 Total 2 missed  0.01 and 5% missed	Percentage of Quarterly Inspections or Reviews Undocumented Per National Reporting Period		Stipulated Penalty	\$200
		For each undocumented Inspection or review from 0.01 to 5% of required inspections or reviews:		\$100	
		For each additional undocumented Inspection or review from 5.01 to 10% of required inspections or reviews:		\$200	
		For each additional undocumented Inspection or review > 10% of required inspections or reviews:		\$300	
5. Failure to prepare a Division-Wide Compliance Summary Report as required by Paragraph 17 (Division-Wide Compliance Summary Report). Para. 29.e.	0	Days		Stipulated Penalty	\$0
		1st through 7th day		\$250 per Report	
		8th through 30th day		\$500 per Report	
		31st through 90th day		\$5,000 per Report	
6. Failure to have trained and certified Site Storm Water Compliance Representatives as required by Paragraph 9.a at the time of an inspection required by Paragraph 16 (Site Stormwater Review and Oversight). Para. 29.f.	0	\$ 100 per person			\$0
Stipulated Penalty due to United States					\$7,700
Total Stipulated Penalty Demand for Reported Violations					\$7,700